GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1965
ANSWERED ON:24.08.2007
FRINGE BENEFIT TAX FBT
Reddy Shri Karunakara G.

Will the Minister of FINANCE be pleased to state:

(a) the details of sectors on which Fringe Benefit Tax (FBT) is imposed;

(b) the total revenue collected under the Fringe Benefit Tax (FBT) during 2006-07 and upto June, 2007 ;

(c) the comparison of tax collection targeted with tax received during 2005-06; and

(d) the steps being taken by the Government to improve the position further ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE: (SHRI S.S. PALANIMANICKAM)

(a) Fringe Benefit Tax (FBT) is levied on all sectors of the economy.

(b) The total FBT collected in financial year 2006-07 is Rs. 5,323 crore (provisional) and the amount of FBT collected till June, 2007 in financial year 2007-08 is Rs. 804 crore (provisional).

(c) The collection of Fringe Benefit Tax (FBT) in financial year 2006-07 registered a 11.55 per cent growth over the amount collected in financial year 2005-06.

(d) Improvement in the Fringe Benefit Tax (FBT) structure is a continuous process. Therefore, as and when considered necessary, appropriate steps are taken to improve compliance.